

## Sugar & Gur Domestic Fundamentals:

- Mixed sentiments recorded for sugar in various spot sugar markets on Monday as markets could not find adequate cues to decide the prices either side.
- AP govt. imposes 4% VAT on sugar from today. Sugar trade and prices has reacted very sharply on the decision.
- Steady to negative sentiments recorded in all spot markets of Gur on Saturday as lackluster trade and weak demand of Chaku variety Gur in Muzaffarnagar drags the price downwards. Also, prevailing fundamentals are weak and higher stocks of chaku variety Gur in cold storage puts pressure on markets. Also, traditional buyers of Gur from muzaffarnagar market like Gujarat and Rajasthan buying Gur from Karnataka and Kolhapur market due to freight advantage.

## Outlook:

Sugar prices have improved as improved demand from various states in Maharashtra and export notification of additional 5 lakh tonnes of sugar. We expects that the prices may take downward correction in prices from the present level as higher prices are not likely to sustain at the current level and traders may book their profits from current level which might pressurize the prices further for sugar.

### NCDEX Sugar Futures

Contract	+/-	Open	High	Low	Close
July-11	-14.00	2765.00	2778.00	2734.00	2743.00
Aug-11	8.00	2808.00	2828.00	2800.00	2808.00
Sept-11	17.00	2828.00	2845.00	2825.00	2836.00

Contract	Volume	Change	OI	Change
Jul-11	24760	8900	27950	-930
Aug-11	26020	13970	30210	4930
Sept-11	2270	520	9060	590

Spread	Jul-11	Aug-11	Sept-11
Basis	2	-63	-91
July-11		65	93
Aug-11			28

Stocks	Demat	In-Process	Total	FED
	09.07.11	09.07.11	09.07.11	04.07.11
Kolhapur M	0	697	697	-
Kolhapur S	548	250	798	548
Belgaum S	0	450	450	748

### LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
Aug-11	814.20	821.50	802.00	818.30	+3.50
Oct-11	746.20	751.50	731.20	747.80	+2.80
Dec-11	716.90	722.40	704.10	718.80	+2.90

### NCDEX Gur Futures:

Contract	+/-	Open	High	Low	Close
July-11	-4.00	990.00	994.50	984.00	987.00
Sept-11	-1.00	1026.00	1035.00	1025.00	1025.50
Nov-11	-7.50	933.00	941.00	930.00	930.00

Contract	Volume	Change	OI	Change
July-11	3610	1610	9490	-700
Sept-11	2880	2250	8940	300
Nov-11	60	40	980	20

Spread	July-11	Sept-11	Nov-11
Basis	-7	-45.5	50
July-11		38.5	-57
Sept-11			-95.5

### ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
Oct-11	29.54	29.74	28.74	29.36	-0.16
Mar-12	28.42	28.57	27.75	28.41	-0.01
May-12	26.92	27.09	26.35	26.96	+0.04

## Brazil Sugar Quotes (Kingsman)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	659.25	<b>-15.25</b>
Raw Sugar C&F (\$/MT)	Black Sea	701.25	<b>-17.25</b>
Sugar White FOB (\$/MT)	Santos Port	795.00	<b>-19.75</b>

## Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Oct'11/Oct'11	99.75	-
Dec'11/Oct'11	69.5	-
Dec'11/Mar'12	95.5	-

## Brazil Sugar/ Ethanol Prices (In Cents/lb)

Commodity	Price	Change
Brazil Domestic Sugar	28.87	-
Brazil Anhydrous	25.15	-
Brazil Hydrous	23.76	-
Russian Imp. Parity/mt	68	-

## Sugar and Gur Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
Sugar		<b>11-07-2011</b>	<b>09-07-2011</b>	
	Delhi - Grade M	2960	2950	<b>+10</b>
	Delhi - Grade S	2940	2930	<b>+10</b>
	UP- Khatuali Grade M	2960	2960	<b>Unch</b>
	UP- Ramala Grade M	2850	2850	<b>Unch</b>
	Mumbai –Grade M	Closed	2846-2991	-
	Mumbai –Grade S	Closed	2796-2811	-
	Kolhapur – Grade M	2740-2745	2740-2750	<b>-5</b>
	Kolhapur – Grade S	2700-2700	2680-2700	<b>Unch</b>
	Vijayawada – Grade M	3120	2970	<b>+150</b>
	Vijayawada- Grade S	3000	2850	<b>+150</b>
	Nagpur – Grade S	2900	2900	<b>Unch</b>
	Kolkata – Grade SS	2800	2825	<b>-25</b>
	Chennai - Grade S	2740	2740	<b>Unch</b>
Gur	Muzaffar Nagar (Cold Storage)	2450	2475	<b>-25</b>
	Ahmadabad	2750	2750	<b>Unch</b>
	Kolhapur (Superfine)	3000-3800	3000-3800	<b>Unch</b>

Sugar Prices are in INR/Quintal. (1 Quintal=100 kg).

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